GOVERNMENT OF INDIA
NON-CONVENTIONAL ENERGY SOURCES
LOK SABHA

UNSTARRED QUESTION NO:5209
ANSWERED ON:27.04.2000
ASSISTANCE TO SUGAR MILLS FOR POWER GENERATION
RAMDAS ATHAWALE

Will the Minister of NON-CONVENTIONAL ENERGY SOURCES be pleased to state:

(a) whether the Government are contemplating to extend financial incentives to sugar mills for generation of power from bagasse and molasse; and

(b) if so, the details thereof, State-wise and Mill-wise?

Answer

MINISTER OF STATE FOR NON-CONVENTIONAL ENERGY SOURCES (INDEPENDENT CHARGE)

(SHRI M. KANNAPPAN)

(a)&(b): Under the National Programme for promotion of optimum surplus power generation through bagasse co-generation insugar mills, capital subsidy is provided for a limited number of demonstration projects and interest subsidy for commercial projects. Capital subsidy has been provided for five demonstration projects in cooperative/public sector sugar mills aggregating to 42 MW of surplus power. These comprise two projects in Karnataka; two projects in Maharahstra; and, one project in Punjab. Interest subsidy has been provided for 12 commercial projects aggregating to 94 MW of surplus power. These comprise two projects in Andhra Pradesh; six projects in Karnataka; two projects in Tamil Nadu; and, two projects in Uttar Pradesh.

The Central and State Governments also provide other fiscal and financial incentives, including relief from taxes and duties, accelerated depreciation, etc.